

June 25, 2014 Audit Presentation To
FOX CITIES TRANSIT COMMISSION
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FINANCIAL STATEMENT HIGHLIGHTS

- > Clean audit opinion (pages 1-3)
 - Financial statements are the responsibility of management
 - In our opinion fairly stated
- > Management Discussion & Analysis (pages 4-12) provides highlights
- > No federal or state compliance issues
- > Federal and State share of funding is limited to 60% of eligible expenses (page 34)
 - Federal and state operating grants were \$2.4 million and \$2.1 million, respectively

MANAGEMENT LETTER.

- > No material weaknesses in internal control identified
- > Significant deficiency in internal control noted over information technology (city-wide related item)
- > Current year recommendations/informational points
 - Policy for agency tickets
 - Delayed grant close-outs from State of Wisconsin operating grants
- > Required communications
 - Financial statements contain estimates, i.e. sick leave and OPEB
 - No material audit adjustments, all proposed immaterial adjustments made
 - We assist with preparation of financial statements, management retains responsibility
 - Management representations provided
 - No difficulties during audit

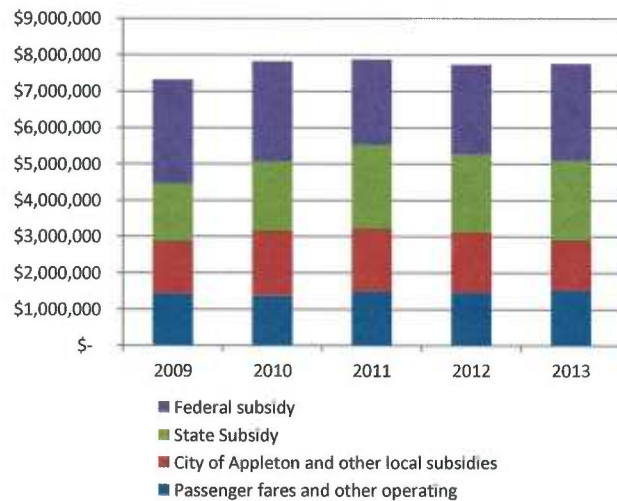
CITYWIDE SINGLE AUDIT

- > Required since city receives more than \$500,000 federal and/or state funding
- > Tests city compliance with laws and regulations related to program requirements, for example Buy America, Civil Rights, and Minimum wage standards. More issues added for ARRA grants.
- > Citywide report goes to Common Council – No transit findings

CITY OF APPLETON VALLEY TRANSIT 2013 FINANCIAL STATEMENT HIGHLIGHTS

	<u>2009</u>		<u>2010</u>		<u>2011</u>		<u>2012</u>		<u>2013</u>	
<u>Ridership</u>										
Fixed Route	909,109		956,088		1,073,655		1,095,650		1,093,202	
ADA Paratransit	78,392		81,236		90,128		87,261		92,643	
<u>Operating Revenues</u>										
Passenger fares and other operating	\$ 1,452,588	20%	\$ 1,383,740	18%	\$ 1,512,804	19%	\$ 1,485,517	19%	\$ 1,547,558	20%
City of Appleton and other local subsidies	1,402,997	19%	1,755,145	22%	1,694,671	22%	1,621,880	21%	1,346,394	17%
State Subsidy	1,612,854	22%	1,936,798	25%	2,322,036	30%	2,169,356	28%	2,208,486	28%
Federal subsidy	<u>2,841,965</u>	39%	<u>2,739,622</u>	35%	<u>2,336,554</u>	30%	<u>2,455,837</u>	32%	<u>2,649,815</u>	34%
TOTAL	\$ 7,310,404	100%	\$ 7,815,305	100%	\$ 7,866,065	100%	\$ 7,732,590	100%	\$ 7,752,253	100%
<u>Operating Expenses</u>										
Labor and benefits	\$ 3,522,248	48%	\$ 3,689,760	48%	\$ 3,511,580	46%	\$ 3,451,382	45%	\$ 3,587,920	44%
Services	201,453	3%	222,368	3%	192,114	2%	220,147	3%	271,349	3%
Materials and supplies	492,107	7%	623,858	8%	800,154	10%	867,131	11%	905,241	11%
Purchased transportation	2,779,032	38%	2,820,515	37%	2,869,324	37%	2,791,597	37%	3,098,708	38%
Other	<u>315,954</u>	4%	<u>318,022</u>	4%	<u>335,532</u>	4%	<u>260,913</u>	3%	<u>255,813</u>	3%
TOTAL (excluding depreciation)	\$ 7,310,794	100%	\$ 7,674,523	100%	\$ 7,708,704	100%	\$ 7,591,170	100%	\$ 8,119,031	100%

Transit Operating Revenues



Transit Operating Expenses

